

FCC's Rural Health Care Pilot Program: ANNUAL REPORT TO USAC

Project: Michigan Public Health Institute (MPHI) RFP 03

20-Year IRU Capacity Service Provided by Peninsula Fiber Network, LLC, to Portage Health, Inc.

Purpose 1: Report Capacity Changes (by Span) during the Previous 12 Months

Purpose 2: Calculate the For-Profit Usage of the Fiber Network and the Annual Amount (COMAD) to Be Refunded to USAC

Complete this form each year (2012 through 2035) and mail it to USAC so that it arrives no later than Sep. 30. The 2012, 2013, and 2014 reports are due Sep. 30, 2014. Mail the report to: Universal Service Administrative Company, Rural Health Care Pilot Program, Attn: Camella Rogers, 2000 L Street NW, Suite 200, Washington, DC 20036.

REPORTING PERIOD = This report is for the period 7/1/	2014
through 6/30/	2015

Span Description					Span Capacity Changes during the Reporting Period (7/1 - 6/30)					
465 Applicati on # - Site # Used to Identify Span	SITE X	SITE Y	Approx. Distance between Sites (Miles)	Original Capacity (2012- 2014)	Span Service Start date? (MM/DD/YYYY) If service has not started, leave blank.	Capacity - previous Capacity at beginning of Reporting Period? (x.xxx Gbps)	In Active Service? Was span in service at end of Reporting Period, i.e., on June 30? (Yes or No) If service has not started, leave Service End Date blank.	Service End Date If Active Service is "No", what was the service end date? (MM/DD/YYYY)	Capacity - Added Additional capacity added during the Reporting Period (past 12 months) due to service terminations on other spans (x.xxx Gbps)	Capacity - Current Current capacity of span at end of Reporting Period, i.e., on June 30 (x.xxx Gbps)
17231-03-0001	Baraga County Memorial Hospital	Portage Health	39.0	1 Gbps	6/30/2012	1.00	Yes			1.00
17231-03-0027	Portage Health	University Center	5.4	1 Gbps	12/27/2012	1.00	Yes			1.00
17231-03-0028	Portage Health	Rehab Calumet	10.0	1 Gbps	12/27/2012	1.00	Yes			1.00
17231-03-0029	Rehab Calumet	Medical Group Lake Linden	5.0	1 Gbps	12/27/2012	1.00	Yes			1.00
17231-03-0030	Medical Group Lake Linden	Western Upper Peninsula Health Dept.	12.0	1 Gbps						
17231-03-0031	Western Upper Peninsula Health Dept.	Houghton Express Care	3.0	1 Gbps						
17231-03-0032	Houghton Express Care	University Center	2.5	1 Gbps	6/30/2012	1.00	Yes			1.00
17231-03-0033	Portage Health	Marquette General Health System	108.0	1 Gbps	6/30/2012	1.00	Yes			1.00
17231-03-0034	Portage Health	Ontonagon Community Health Center	55.0	1 Gbps	6/30/2012	1.00	Yes			1.00

Calculation of Annual Refund (COMAD) Due USAC (7/1 - 6/30)	
The "Percentage of For-Profit Usage" over the spans active in the nine-span fiber network during the Reporting Period:	2.69%
The "Total FCC Investment by Year" in the active spans in the nine-span network for the Reporting Period (from 2nd tab):	\$ 214,562.21
Total refund due to USAC for this Reporting Period (Percentage of For-Profit Usage x Total FCC Investment by Year for the Reporting Period):	\$ 5,771.72


Calculation Process

Portage Health is able to capture each and every health care encounter, even uncompensated care, as a "claim." Each claim contains a facility code that defines the facility where the encounter took place. Each facility is designated as for-profit or nonprofit. Portage Health will maintain a table of facilities and their for-profit/nonprofit status. As facility status changes occur, Portage Health will maintain successive generations of tables so that, at year-end or during an audit, each claim can be accurately tagged as for-profit or nonprofit based on its facility code and the for-profit or nonprofit status of the facility on the date the service was rendered. To complete this Report, Portage Health will create a set of all health care claims that occurred during the Reporting Period and, based on volume, calculate the percentage of claims that were for-profit. For example, if 40,000 health care encounters occurred in 2016 and generated 40,000 claims, and 13,000 were for-profit, the for-profit percentage would be 13,000 / 40,000 = 32.5%. All outpatient claims, regardless of the location where services were provided, must be included in the calculation. However, other classes of claims related to care that did not use the fiber network (e.g., claims generated through in-patient care in a hospital) may be excluded from the calculation (both numerator and denominator) but must be retained in the archived data set for audit purposes. Portage Health will archive all of the data used in the calculation and retain it through the year 2040 so that it is available for federal audit purposes.

CERTIFICATIONS

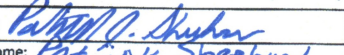
Under the penalty of perjury, I certify that I am an authorized representative of Portage Health, Inc., that I have examined the information provided in this Annual Report, and to the best of my knowledge, information, and belief:

- All data provided in this Report are true and correct.
- The "Percentage of For-Profit Usage" shown above was calculated in accordance with the "Calculation Process" described above.
- Portage Health has archived all of the data used in the "Calculation Process" to calculate the "Percentage of For-Profit Usage."
- Portage Health will maintain the archive until five years after the expiration of the final 20-year IRU, i.e., until 2040.
- Portage Health will cooperate with any FCC or USAC audit of this Report and its supporting data and calculations.

Signature: 
Printed Name: Jeffery M. Lang
Title: CEO

Date of Signature: 9/30/15
Organization: Portage Health, Inc.
500 Campus Drive, Hancock, MI 49930
E-mail: jefflang@portagehealth.org
Office telephone: 906-483-1500
Cell:

I certify that I am an authorized representative of the Michigan Public Health Institute, that I have examined the information provided in this Annual Report, and to the best of my knowledge, information, and belief, all data provided in this Report are true and correct.

Signature: 
Printed Name: Patricia K. Sheehan
Title: Project Coordinator

Date of Signature: 10/1/15
Organization: Michigan Public Health Institute
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